

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

AN EXAMINATION BY THE PUBLIC SERVICE)	
COMMISSION OF THE APPLICATION OF THE)	
FUEL ADJUSTMENT CLAUSE OF EAST)	CASE NO. 90-361-C
KENTUCKY POWER COOPERATIVE, INC. FROM)	
NOVEMBER 1, 1991 TO APRIL 30, 1992)	

O R D E R

Pursuant to Commission Regulation 807 KAR 5:056, the Commission on July 7, 1992 established this case to review and evaluate the operation of the fuel adjustment clause ("FAC") of East Kentucky Power Cooperative, Inc. ("East Kentucky") for the 6 months ended April 30, 1992.

As part of this review, the Commission ordered East Kentucky to submit certain information concerning its compliance with Commission Regulation 807 KAR 5:056. East Kentucky has complied with this Order. The Commission further ordered that a public hearing be held in this case but cancelled it when, after publication of notice, no interested party advised the Commission of its intention to attend.

The Commission has previously established East Kentucky's base fuel cost at 13.02 mills per Kwh.¹ A review of East

¹ Case No. 90-361, An Examination by the Public Service Commission of the Application of the Fuel Adjustment Clause of East Kentucky Power Cooperative, Inc., from November 1, 1988 to October 31, 1990, Order dated April 3, 1991.

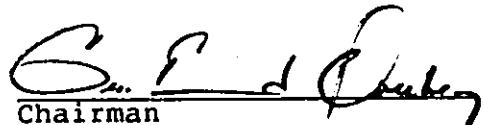
Kentucky's monthly fuel clause filings shows that the actual fuel cost incurred for the 6-month period under review ranged from a low of 11.38 mills in April 1992 to a high of 12.48 mills in November 1991, with a 6-month average of 11.86 mills.

The Commission, having considered the evidence of record and being otherwise sufficiently advised, finds no evidence of improper calculation or application of East Kentucky's FAC charge or improper fuel procurement practices.

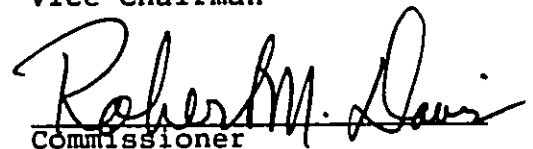
IT IS THEREFORE ORDERED that the charges and credits billed by East Kentucky through its FAC for the period November 1, 1991 to April 30, 1992 be and they hereby are approved.

Done at Frankfort, Kentucky, this 9th day of September, 1992.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:


Executive Director